

ARIZONA CORPORATION COMMISSION  
UTILITIES DIVISION

**RECEIVED**

APR 15 2004

**AZ CORPORATION COMMISSION**  
**DIRECTOR OF UTILITIES**

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



W-04081A  
Winchester Water Company, L.L.C.  
6700 N. Oracle Road, Suite 234  
Tucson AZ 85704

**ANNUAL REPORT**

**FOR YEAR ENDING**

<b>12</b>	<b>31</b>	<b>2003</b>
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FOR COMMISSION USE

<b>Ann04</b>	<b>03</b>
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## COMPANY INFORMATION

**Company Name (Business Name)** Winchester Water Company, LLC

**Mailing Address** 6700 N Oracle Road, Suite 234  
(Street)

Tucson

(City)

Arizona

(State)

85704

(Zip)

(520) 575-0600 (520) 575-0607 \_\_\_\_\_  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

**Local Office Mailing Address** \_\_\_\_\_  
(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

## MANAGEMENT INFORMATION

**Management Contact:** Charles D Cardinal (Managing Partner)  
(Name) (Title)  
Agent for Service in Process

6700 N Oracle Road, Suite 234

(Street)

Tucson

(City)

Arizona

(State)

85704

(Zip)

(520) 575-0600 (520) 575-0607 \_\_\_\_\_  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

**On Site Manager:** \_\_\_\_\_  
(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

**Statutory Agent:** \_\_\_\_\_

(Name)

\_\_\_\_\_  
(Street)

\_\_\_\_\_  
(City)

\_\_\_\_\_  
(State)

\_\_\_\_\_  
(Zip)

\_\_\_\_\_  
Telephone No. (Include Area Code)

\_\_\_\_\_  
Fax No. (Include Area Code)

\_\_\_\_\_  
Pager/Cell No. (Include Area Code)

**Attorney:** George J Feulner

(Name)

262 N Main Street

Tucson

Arizona

85701

(Street)

(City)

(State)

(Zip)

(520) 622-4866

(520) 624-7034

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co op (A)

☐ Receivership (R)

☒ Limited Liability Company

☐ Other (Describe) \_\_\_\_\_

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☒ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

**UTILITY PLANT IN SERVICE**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (OC)</b>	<b>Accumulated Depreciation (AD)</b>	<b>O.C.L.D. (OC less AD)</b>
301	Organization			
302	Franchises			
303	Land and Land Rights	3150.	--	3150.
304	Structures and Improvements	1996.	565.	1431.
307	Wells and Springs	7500.	2622.	4878.
309	Flowmeter	577.	6.	571.
311	Pumping Equipment	24892.	2217.	22675.
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	17199.	1023.	16176.
331	Transmission and Distribution Mains	8409.	6059.	2350.
333	Services	14200.	2643.	11557.
334	Meters and Meter Installations	3813.	1500.	2313.
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	2115.	2115.	0.
	<b>TOTALS</b>	<b>83851.</b>	<b>18750.</b>	<b>65101.</b>

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

Winchester Water Company, LLC

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	3150.	n/a	0.
304	Structures and Improvements	1996	3.33%	66.
307	Wells and Springs	7500.	3.33%	250.
309	Flowmeter	577.	2.0%	12.
311	Pumping Equipment	24892.	12.5%	2334.
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	17199.	2.22%	248.
331	Transmission and Distribution Mains	8409.	2.0%	24.
333	Services	14200.	3.33%	473.
334	Meters and Meter Installations	3813.	8.33%	291.
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	2115.	fully deprec.	0.
	<b>TOTALS</b>	83851.		3698.

This amount goes on Comparative Statement of Income and Expense \_\_\_\_\_  
Acct. No. 403.

**COMPANY NAME** Winchester Water Company, LLC

## BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 1,935.	\$ 506.
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	1,903.	3,409.
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 3,838.	\$ 3,915.
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 59,378.	\$ 83,851.
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(20,285.)	(18750.)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 39,093.	\$ 65,101.
	<b>TOTAL ASSETS</b>	\$ 42,931.	\$ 69,016.

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

### **BALANCE SHEET (CONTINUED)**

Acct. No.	<b>LIABILITIES</b>	<b>BALANCE AT BEGINNING OF YEAR</b>	<b>BALANCE AT END OF YEAR</b>
	<b>CURRENT LIABILITES</b>		
231	Accounts Payable	\$ 35,380.	\$ 53,585.
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes	404.	550.
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 35,784.	\$ 54,135.
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$	\$
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	7,448.	13,813.
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$ 7,448.	\$ 13,813.
	<b>TOTAL LIABILITIES</b>	\$ 43,232.	\$ 67,948.
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value	3,271.	1,454.
215	Retained Earnings	(3,572.)	(386.)
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ (301.)	\$ 1,068.
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 42,931.	\$ 69,016.

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

<b>Acct. No.</b>	<b>OPERATING REVENUES</b>	<b>PRIOR YEAR</b>	<b>CURRENT YEAR</b>
461	Metered Water Revenue	\$ 16,652.	\$ 27,744.
460	Unmetered Water Revenue		
474	Other Water Revenues		
	<b>TOTAL REVENUES</b>	\$ 16,652.	\$ 27,744.
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	4,313.	4,401.
618	Chemicals		
620	Repairs and Maintenance	1,754.	987.
621	Office Supplies and Expense	325.	968.
630	Outside Services	5,175.	4,754.
635	Water Testing	1,044.	672.
641	Rents		75.
650	Transportation Expenses		
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	168.	324.
403	Depreciation Expense	2,675.	3,698.
408	Taxes Other Than Income		346.
408.11	Property Taxes	553.	730.
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	\$ 16,007.	\$ 16,955.
	<b>OPERATING INCOME/(LOSS)</b>	\$ 645.	\$ 10,789.
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses	2,400.	8,118.
427	Interest Expense		602.
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$ (2,400.)	\$ (8,720.)
	<b>NET INCOME/(LOSS)</b>	\$ (1,755.)	\$ 2,069.



COMPANY NAME

Winchester Water Company, LLC

**SUPPLEMENTAL FINANCIAL DATA****Long-Term Debt**

	<b>LOAN #1</b>	<b>LOAN #2</b>	<b>LOAN #3</b>	<b>LOAN #4</b>
Date Issued	NONE			
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate				
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$

Meter Deposits Refunded During the Test Year

\$

COMPANY NAME

Winchester Water Company, LLC

**WATER COMPANY PLANT DESCRIPTION****WELLS**

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-540012	10 HP	135	300'	8"		1993

- Arizona Department of Water Resources Identification Number

**OTHER WATER SOURCES**

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
5	2	n/a	n/a

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
5000 gallons	1	2000 gallons	1
11400 gallons	1		

COMPANY NAME Winchester Water Company, LLC

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
2	plastic	2900
3	plastic	1800
4	plastic	8700
5		
6	plastic	775
8		
10		
12		

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8 X 3/4	107
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

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STRUCTURES:

Well site fencing, 60' x 70' done in 1995

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OTHER:

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COMPANY NAME: Winchester Water Company, LLC

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2003**

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	91	770,200	770
FEBRUARY	92	686,400	686
MARCH	92	993,644	993
APRIL	92	1,407,206	1407
MAY	93	1,737,258	1737
JUNE	93	1,452,755	1462
JULY	94	1,824,317	1824
AUGUST	97	1,537,060	1537
SEPTEMBER	99	1,367,400	1367
OCTOBER	101	1,187,245	1187
NOVEMBER	101	803,325	803
DECEMBER	102	999,240	999
TOTAL		N/A	14772

Is the Water Utility located in an ADWR Active Management Area (AMA)?

( ) Yes (x) No

Does the Company have An ADWR Gallons Per Capita Per Day (GPCPD) requirement?

( ) Yes (x) No

If yes, provide the GPCPD amount:\_\_\_\_\_

What is the level of arsenic for each well on your system. \_\_\_\_\_.0015\_\_\_\_mg/l

(If more than one well, please list each separately)

*Note: If you are filing for more than one system, please provide separate data sheets for each system.*

**COMPANY NAME** Winchester Water Company, LLC **YEAR ENDING 12/31/2003**

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2003 was: \$ 730.24

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

COCHISE COUNTY TREASURER  
Receipt of Taxes Paid

Date: 26 Dec 2003 Time: 10:48:33

Page: 1  
Cashier: AME

Tax Year	Parcel	Portion	Tax Paid	Interest Paid	Penalty Paid	Paid
2003	93291300002	1	268.47			268.47
2003	93291300002	2	268.47			268.47

Payment type: Check# 1544

Payment Received: \$ 536.94

Base tax due: .00  
Additional interest and penalties may apply.

Notes:

Received from:

WINCHESTER WATER CO  
6700 N. ORACLE RD., STE 234  
TUCSON AZ 85704

DEC 30 2003

## COCHISE COUNTY TREASURER

## Receipt of Taxes Paid

Date: 17 Oct 2003 Time: 9:45:20

Page: 1  
Cashier: ZZE

Tax Year	Parcel	Portion	Tax Paid	Interest Paid	Penalty Paid	Paid
2003	20107243008	3	11.74			11.74
2003	20107235005	3	11.74			11.74
2003	20107244001	3	11.74			11.74
2003	20105041002	3	31.30			31.30
2003	20105042005	3	29.38			29.38
2003	20105079003	3	31.30			31.30
2003	20105080005	3	31.30			31.30

Payment type: Check# 1517

Payment Received: \$ 158.50

Base tax due: .00

Additional interest and penalties may apply.

Notes:

Received from:

WINCHESTER WATER CO LLC  
6700 N ORACLE RD STE 234  
TUCSON AZ 85704

OCT 21 2003

WINCHESTER WATER CO. L.L.C.

520-744-2221  
6700 N. ORACLE RD., STE. 234  
TUCSON, AZ 85704

1469

91-170/1221

April 15 2003

PAY  
TO THE  
ORDER OF

Marsha Bonham, Cochise County Treasurer  
Thirty Four Dollars 80/100

\$ 34.80

DOLLARS

Security features  
are reduced  
Details on back

**Bank of America**  
Casas Adobes Branch 09654  
7130 N. Oracle Rd.  
Tucson, AZ 85704  
257-0001 In Phoenix, 1-800-284-8491 Nationwide

(2)

201-07-243-8

FOR ID# 5 201-07-235-5, 201-07-244-1

*[Signature]*

MP

⑈001469⑈ ⑆122101706⑆

028⑈012257⑈

⑈0000003480⑈

WINCHESTER WATER CO. L.L.C.  
TAX COLLECTION - COCHISE COUNTY  
019 BANKONE 019  
04 22 03

5070 08861

122100024  
BANK ONE, NA  
- ATN CIA -  
122100024

APR 23

74297507

1119013314  
BANK ONE, NA  
04222009

720100007E

US DATE 04/23/03  
PMT 04/23/03  
PMT 04/23/03



COMPANY NAME Winchester Water Company, LLC

YEAR ENDING 12/31/2003

**INCOME TAXES**

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For this reporting period, provide the following:

Federal Taxable Income Reported  
Estimated or Actual Federal Tax Liability

None

None

None

None

State Taxable Income Reported  
Estimated or Actual State Tax Liability

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances  
Amount of Gross-Up Tax Collected  
Total Grossed-Up Contributions/Advances

None

None

None

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

  
SIGNATURE

4-13-04  
DATE

Charles D Cardinal  
PRINTED NAME

Agent for Service of Process  
TITLE

VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only

RECEIVED

APR 15 2004

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Pima</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Charles D Cardinal, Agent for Service in Process</u>
COMPANY NAME	<u>Winchester Water Company, LLC</u>

2 CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2003</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2003 WAS:

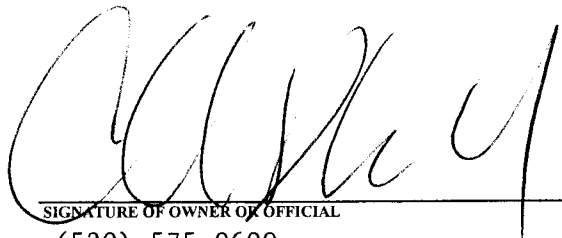
Arizona IntraState Gross Operating Revenues Only (\$)

\$ 29,491.

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 1,747.

IN SALES TAXES BILLED, OR COLLECTED

\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

  
SIGNATURE OF OWNER OR OFFICIAL

(520) 575-0600

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

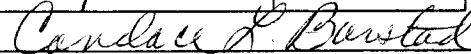
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

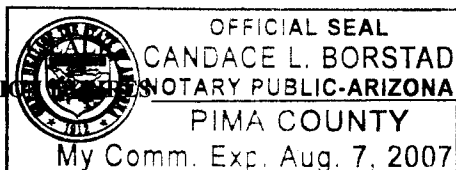
Thirtieth

DAY OF

COUNTY NAME	<u>Pima</u>
MONTH	<u>April</u>
	<u>2004</u>

  
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION



## WATER, SEWER AND WASTEWATER UTILITY COMPANIES

INCOME AND BALANCE SHEET INFORMATION

The information contained herein is subject to verification with information reported to the Arizona Corporation Commission.

COMPANY DATA  
(As of 12/31/03)

INCOME STATEMENT INFORMATION

1. Gross Operating Revenues means all monies collected from sales to all customer classes, including monies collected for connect/disconnect fees, testing, maintenance and repair charges paid by customer. Include monies collected for city and/or state transaction privilege (sales) or use tax. \$ 29,491.
2. Monies collected for city and/or state transaction privilege (sales) or use tax. \$ 1,747.
3. Adjusted Gross Revenues. Subtract (2) from (1). \$ 27,744.

VERIFICATION  
AND  
SWORN STATEMENT  
**RESIDENTIAL REVENUE**  
INTRASTATE REVENUES ONLY

**RECEIVED**

APR 15 2004

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) <u>Pima</u>	
NAME (OWNER OR OFFICIAL) <u>Charles D Cardinal</u>	TITLE <u>Agent for Service in Process</u>
COMPANY NAME <u>Winchester Water Company, LLC</u>	

**ARIZONA CORPORATION COMMISSION**  
**DIRECTOR OF UTILITIES**

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION  
FOR THE YEAR ENDING

MONTH <u>12</u>	DAY <u>31</u>	YEAR <u>2003</u>
--------------------	------------------	---------------------

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

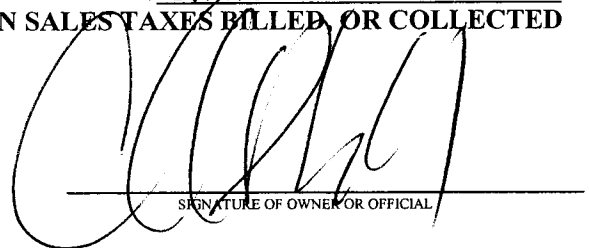
**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2003 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES  <u>\$ 29,491.</u>
--

(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 1,747.  
IN SALES TAXES BILLED OR COLLECTED)

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

  
\_\_\_\_\_  
SIGNATURE OF OWNER OR OFFICIAL

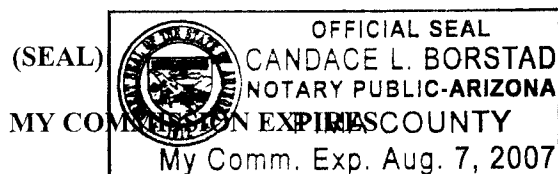
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS Thirteenth DAY OF

NOTARY PUBLIC NAME <u>Candace L. Borstad</u>	
COUNTY NAME <u>Pima</u>	
MONTH <u>April 1</u>	. <u>2004</u>

(SEAL)



X Candace L. Borstad  
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SIGNATURE OF NOTARY PUBLIC